

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

Ken McQueen
Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

Heather Riley, Division Director
Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-4 or 3160-5 form.

Operator Signature Date: 12/5/18
Well information:

HILCORP ENERGY COMPANY, STOREY C LS #013, API# 30-045-06956

Application Type:

P&A Drilling/Casing Change Location Change

Recomplete/DHC (For hydraulic fracturing operations review EPA Underground injection control Guidance #84; Submit Gas Capture Plan form prior to spudding or initiating recompletion operations)

Other: Recomplete

Conditions of Approval:

- Notify NMOCD 24 Hours prior to commencing activities
- Set cast iron bridge plug (CIBP) inside of cemented casing and at least 500' below the bottom of the proposed perforations. To show adequate formation/cement isolation.
- Perform and submit a cement bond log (CBL) to the OCD for review and approval prior to perforating the formation.
- If needed, submit proposed remediation plan to the OCD for review and approval prior to starting remediation.
- C-102 for Blanco Mesaverde include in DHC

NMOCD Approved by Signature

12/28/18
Date

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

DEC 06 2018

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

Farmington Field Office
Bureau of Land Management

5. Lease Serial No. **SF077111**
6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No.
2. Name of Operator Hilcorp Energy Company		8. Well Name and No. Storey C LS 13
3a. Address 382 Road 3100, Aztec, NM 87410	3b. Phone No. (include area code) 505-599-3400	9. API Well No. 30-045-06956
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Surface Unit M (SWSW) 1090' FSL & 990' FWL, Sec. 33, T28N, R09W		10. Field and Pool or Exploratory Area Blanco Mesaverde/ Basin Dakota
		11. Country or Parish, State San Juan, New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input checked="" type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once Testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Hilcorp Energy Company plans to recomplete the subject well in the Mesaverde formation and downhole commingle with the existing Dakota. Attached is the MV C102, recomplete procedure & wellbore schematic. The DHC application will be submitted and approved prior to commingling. A closed loop system will be utilized. Interim reclamation will be performed after surface disturbing activities.

NMOCB
DEC 20 2018
DISTRICT III

HOLD C104 FOR DHC
HOLD C104 FOR _____
BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Christine Brock		Title Operations/Regulatory Technician - Sr.
Signature <i>Christine Brock</i>		Date 12/5/18

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <i>[Signature]</i>	Title PE	Date 12/19/18
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office PFO	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

NMOCB

Storey C LS 13

033-028N-009W-M

API#: 3004506956

Mesa Verde Recompletion Procedure

12/3/2018

Procedure:

1. MIRU Service rig and associated equipment
2. Test BOP's
3. TOOH with 2-3/8" tubing currently set with EOT at 7,423'
4. Set a CIBP to isolate the DK @ $\pm 5,900'$
5. ND BOP's. NU frac stack and test same to maximum frac pressure
6. RDMO Service rig
7. MIRU frac spread
8. Perforate and frac the MV from 4,750' to 5,800'. RDMO frac spread
9. MIRU Service rig
10. Test BOP's
11. PU mill & RIH to clean out to Dakota isolation plug
12. When water and sand rates are acceptable, flow test the MV
13. Drill out Dakota isolation plug & TOOH
14. TIH and land production tubing. Obtain a commingled Dakota flow rate
15. ND BOP's, NU production tree
16. RDMO service rig & turn well over to production.

Well Name: STOREY C LS 13

API/ UWI 3004506956	Surface Legal Location 033-028N-009W-M	Field Name DK	Route 0809	State/Province NEW MEXICO	Well Configuration Type
Ground Elevation (ft) 7,038.00	Original KB-RT Elevation (ft) 7,049.00	KB-Ground Distance (ft) 11.00	KB-Casing Flange Distance (ft) 11.00	KB-Tubing Hanger Distance (ft) 11.00	

Original Hole, 12/3/2018 3:30:18 PM

